

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5300-01
Bill No.: SB 1057
Subject: Administration, Office of; State Departments
Type: Original
Date: April 6, 2010

Bill Summary: Requires the Commissioner of the Office of Administration to analyze state programs that should be eliminated, reduced or combined with another program.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Budget and Planning** assume the proposed legislation should not result in additional costs or savings to the Office of Administration, Division of Budget and Planning. The proposal requires OA to issue a report on the programs of state government to reduce expenditures for FY 2012. The report is due 12/31/10. B&P assumes staff will be dedicated to working on this initiative and can handle the additional duties with existing resources, since the agency performs this type of work as part of the budget and planning functions of the office.

Officials at the **Office of the Attorney General** assume that any potential costs arising from this proposal can be absorbed with existing resources.

Officials at the **Capitol Police, Office of the State Auditor, Department of Revenue, State Emergency Management Agency, Office of the State Public Defender, Department of Elementary and Secondary Education, Department of Health and Senior Services, Water Patrol, Office of the State Courts Administrator, Missouri Highway Patrol, Department of Mental Health, Office of the State Treasurer** and the **Missouri Gaming Commission** assume that there is no fiscal impact from this proposal.

Officials at the **Department of Corrections** assume duties outlined in this bill utilizing existing resources is the same type of customary duties of the Budget Unit within DOC central office. DOC defers to Office of Administration for further recommendations and/or analysis.

Officials at the **Department of Labor and Industrial Relations** defers to the Office of Administration for fiscal impact.

Officials at the **Department of Higher Education, Missouri Veterans Commission** and the **Department of Economic Development** assume an unknown impact.

Officials at the **Department of Insurance, Financial Institutions and Professional Registration** assume existing staff can handle this requirement.

Officials at the **Department of Natural Resources** assume the department currently provides recommendations for efficiencies and expenditure reductions in state government. It is unknown at this time what recommendations would be made for expenditure reductions and program eliminations and what recommendations would be implemented, so the long-term fiscal impact to the department is unknown. The department assumes Office of Administration will respond

ASSUMPTION (continued)

for all state agencies.

Officials at the **Department of Social Services** assume that although the type of assessment and analysis envisioned in this bill would require a great deal of staff effort in a short period of time, DSS expects to use existing staff to accomplish the objective.

Officials at the **Missouri Department of Transportation** assume providing the “detailed information” described in this bill to the Commissioner will have a fiscal impact on MoDOT, but any such impact is unknown and would depend upon the number of staffers required to prepare information on the items listed in this bill and the number of hours worked to compile this information.

Officials at the **Missouri Department of Conservation** assume that since the Missouri Constitution vests the control, management, restoration, conservation and regulation of bird, fish, game, forestry and all wildlife resources of the State in the Conservation Commission, it could be assumed that the proposed legislation would not affect the Department.

Officials from the **Office of the Secretary of State (SOS)** state many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year’s legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the office can sustain with the core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Oversight assumes the agencies will be able to perform the requirements of this proposal with existing staff, as it is work similar to what they do to prepare their budgets.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

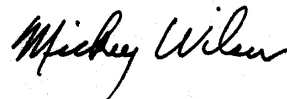
SOURCES OF INFORMATION

Office of the Attorney General
Capitol Police
Office of the State Auditor
Department of Corrections
Department of Economic Development
Department of Elementary and Secondary Education
Department of Health and Senior Services
Department of Higher Education
Department of Insurance, Financial Institutions and Professional Registration
Department of Labor and Industrial Relations
Department of Mental Health
Department of Natural Resources
Department of Revenue
Department of Social Services
Missouri Department of Conservation

JH:LR:OD

SOURCES OF INFORMATION (continued)

Missouri Department of Transportation
Office of the Secretary of State
Office of the State Public Defender
State Emergency Management Agency
Missouri Veterans Commission
Water Patrol
Office of the State Courts Administrator
Missouri Highway Patrol
Office of the State Treasurer
Budget and Planning
Missouri Gaming Commission

A handwritten signature in black ink, reading "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
April 6, 2010